

Minutes Of The Board Of Trustees
City Of Cincinnati
Retirement System
May 1, 2004

The Chairperson called the meeting to order at 1:30 p.m. with the following members present:

V. Daniel Radford, Chairperson
Charlie Luken, Mayor
Valerie Lemmie, City Manager
William Moller, Secretary
Ely Ryder
John Bowling
Brian Pickering
Elliott Ruther, Proxy for John Cranley

Members Absent

Joe Harrison
Michael Rachford
Edwin Volpe

Mr. Gary Dickson of the Actuary for the Retirement System, Mercer Human Resource Consulting, was on hand to present to the Board the annual actuarial valuation report for the year ending December 31, 2003.

Mr. Radford called for a motion to approve the minutes of the April 2, 2004 Board Meeting. The motion was made by Mr. Bowling, seconded by Mr. Pickering and carried by the Board. Mr. Radford indicated that Mr. Harrison & Mr. Rachford were not present due to their attendance at a Conference. The minutes were approved as prepared by the Secretary.

BENEFITS COMMITTEE

On behalf of the Benefits Committee, Mr. Pickering reported that the Benefits Committee met on April 29, 2004 at 1:30 p.m. in Committee Room B.

Mr. Pickering gave the following report.

1. Application for Ordinary Retirement May 1, 2004: Total – 12

No.	NAME	DEPARTMENT
34824	Harry Collier	University Hospital
39035	George Gehring	Water Works
39927	Jeffrey Caldwell	MSD
40694	Chester Randle	University of Cincinnati
40710	Kenneth Hammann	Water Works
40712	Douglas Peters	MSD
41424	John Paddock	MSD
44201	James Mechlem	Water Works
45147	Nancy Palmisano	University of Cincinnati
47749	Kathy Tscheiner	Police
51633	William Long	Recreation
56905	Hillory McDaniel	MSD

2. Application for Retired Members Deaths: Total – 19

3. Application for Deferred Retirement: Total - 1

NO.	NAME	DEPARTMENT
50810	Susan Moisio	MSD

4. Application for Ordinary Death Benefit: Total – 1

NO.	NAME	DEPARTMENT
51142	Linda Lewis	Transportation & Engineering

5. Application for Disability Retirement: Total – 1

NO.	NAME	DEPARTMENT
56192	Thomas Tenkotte	General Services

It was the recommendation of the Board to approve the disability retirement of Mr. Thomas Tenkotte. Mr. Moller stated that the Benefits Committee recommended the approval be contingent upon an evaluation review in 1 year. Mr. Ryder indicated that the approval was passed by a 3 to 2 vote.

Mr. Pickering had one other item pending with the Benefits Committee regarding a request from Mr. Jack Rennekamp. Mr. Rennekamp addressed the Board to consider his request in reference to permit him to name a domestic partner as his designated beneficiary. Mr. Rennekamp stated that his interpretation of the Code indicated that his request would be acceptable. Mr. Radford stated that this matter would be taken under advisement.

Mr. Pickering moved that the Board accept the report of the Benefits Committee. The motion was seconded by Mr. Bowling and carried by the Board.

ACTUARY REPORT

Mr. Radford turned the meeting over to the Actuary for their report to the Board.

In addition to the actuarial report, Mr. Dickson, presented a list of actions that could be considered by the Board to improve the long-term financial health of the retirement system. This presentation was the result of an earlier request by Mr. Radford for the actuary to provide the Board with this information and the financial impact these actions would have on the retirement system.

The Board members who were still present at the conclusion of the Mr. Dickson's presentation agreed that these issues should be reviewed and discussed in greater detail with Mr. Dickson at the next Board meeting. Mr. Dickson was asked to conduct further analysis of the actions proposed and report back to the Board. Mr. Ryder requested that prior to the next meeting, the Board obtain a legal opinion on two points raised in Mr. Dickson's presentation.

After the conclusion of Mr. Dickson's presentation, Mr. Moller moved that the Board accept and approve the annual actuarial valuation report, and Mr. Ruther (proxy for Mr. Cranley) seconded the motion. As there was no quorum present at the end of the meeting, the motion was held and will be considered at the June Board meeting.

INVESTMENT COMMITTEE

The Investment Committee did not meet in April 2004.

SECRETARY'S REPORT

The Secretary submitted the following report:

1. Resolution for Enrollment of New Members – Total: 92
2. Resolution for Return of Contributions & Death Benefits– Total: \$169,603.60
3. Resolution for Loans to Members – Total: 55- Amount: \$539,532.96
4. Report on Deaths of Pensioned Members – Total: 25
5. Report on Military Service Credit prior to Membership – Total: 5

The Secretary submitted the following vouchers for payment:

PAYEE	AMOUNT
City of Cincinnati Finance Accounts & Audits – December 2003 Cinsy Billing	\$2,881.93
Brian Pickering – c/o Retirement – Reimbursement for Conference Expenses incurred 3/29/04-4/3/04 in Albuquerque NM	\$1,714.09
City of Cincinnati – Dept. of Purchasing, Billing for Stores Items for March 2004	\$319.16
Communications Technology Services – For Telephone Services for March 2004	\$363.81

City of Cincinnati – Finance Printing Services for March 2004	\$8,822.03
Paul T. Hogya, MD – Disability Examinations	\$195.00
ABS Business Products Inc. – Monthly Rental Base Rate	\$238.50
All Star Personnel Inc. – Temporary Personnel Services	\$1,048.29
Mercer Human Resource Consulting – For Professional Services Rendered	\$64,748.00
Paul T. Hogya MD – Disability Examinations	\$625.00
Parman Group Inc. – Disability Vocational Review	\$700.00
The Berwyn Group – Pension Benefits Mortality Verification Analysis	\$306.00
Business Information Solutions Inc. – Storage of CRS files	\$51.48
All Star Personnel Inc. – Temporary Personnel Services	\$416.79
Michael Rachford – Reimbursement for Airfare to Conference	464.20
Michael Rachford – Reimbursement for Per Diem incurred during conference	\$210.00
Joe Harrison – Reimbursement for Per Diem incurred during conference	\$210.00
NCPERS – Registration fee for Conference	\$500.00
Hampton Inn – Reimbursement for Lodging incurred during conference	\$875.00

The Secretary reported that at the close of business April 30, 2004, there was in the Treasury to the credit of the Retirement System the amount of \$3,994,779.03.

Asset Valuation:

- December 31, 2003: \$2.29 billion
- March 31, 2004: \$2.32 billion
- YTD Increase (Decrease): 1.25%

Current Asset Allocation: (Policy Objective)

- Domestic Equity: 51.4% (50%)
- International: 13.7% (13.5%)
- Fixed Income: 33.8% (33.5%)
- Alternative Assets/Treasury Cash: 1.1% (3%)

PENDING BUSINESS

Due to the lengthy report of the Actuary Presentation, no pending business was discussed.

ADJOURNMENT

Upon request of the Chairman's motion to adjourn the motion was made by Mr. Pickering, seconded by Mr. Moller and carried by the Board. The meeting adjourned at 4:10 p.m.